

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 95-844-E - ORDER NO. 97-222
MARCH 20, 1997

IN RE: Application of Duke Power Company for) ORDER
Approval of an Integrated Resource) ON REVISION OF
Plan (IRP).) DSM PROGRAMS

This matter comes before the Public Service Commission of South Carolina (the Commission) on the October 10, 1996 request by Duke Power Company (Duke or the Company) for approval to modify its existing Demand Side Management (DSM) Programs under its Integrated Resource Plan (IRP).

First, Duke proposes to modify the Existing Residential Housing Program to eliminate the \$100 incentive payment to HVAC dealers for the installation of high efficiency heat pumps. The incentive payment currently may be provided in direct payment or in products or services or a combination of the two. Duke offers a combination of direct payment and products and services to trade allies under this program. The HVAC Tune-up and Residential Energy Product Loan components of the Existing Residential Housing Program are unchanged.

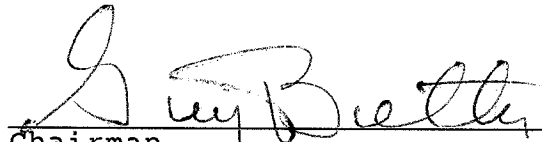
Duke also proposes to cancel the New Residential Housing and Nonresidential High Efficiency Heat Pump Programs. Currently, these two programs, according to Duke, offer incentives for installation of specified equipment. Duke offers a combination of

direct payment and products and services to trade allies under these programs. Duke has attached proposed revised tariff sheets for the various revisions. According to its letter, Duke will continue deferral accounting for the Existing Residential Housing Program.

The Commission has examined this matter, and believes that the proposal is consistent with the Company's IRP program originally filed under Docket No. 92-208-E. Duke may therefore make the proposed changes, but should report the results of the changes to the Commission at such intervals as may be appropriate.

This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:


Chairman

ATTEST:


Executive Director

(SEAL)